

# New Board Member Orientation



## Participant Guide

# New Board Member Orientation Guide

Prepared by the  
**Texas Workforce Commission**  
Training and Development Department

v3.1



## **Training and Development Mission**

We provide quality learning opportunities to enhance employee workplace skills and productivity.

Texas Workforce Commission

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## Our Vision Statement

TWC and its Workforce Solutions partners will maximize the power of innovation and partnerships to boost superior business outcomes and realize a competitive advantage for all Texans in the global economy.

## Our Mission Statement

To promote and support a workforce system that creates value and offers employers, individuals, and communities the opportunity to achieve and sustain economic prosperity.

# **New Board Member Orientation Guide**

## **Chapter One: Texas Workforce Solutions**

Texas Workforce Solutions is a local and statewide network of the Texas Workforce Commission (TWC), the 28 local workforce development Boards (Boards), their contracted service providers, and community partners. Texas Workforce Solutions is a leader in the nation and continues to make great strides in workforce development compared to other states.

The system, strategically linked to and cooperatively engaged with local economic development efforts, provides employers and job seekers access to employment, training, and support services through local Workforce Solutions Offices located throughout Texas.

The purpose of the Texas Workforce System is to provide solutions that meet the workforce needs of area employers and job seekers. Job seekers receive services that upgrade their occupational skills and improve their job retention capabilities to fit the workforce needs of area employers. The Texas Workforce System focuses on providing skilled workers for employers and integrating people into the workforce.

### **Guiding Principles of the Workforce System**

Guiding principles of the Workforce System include the following:



- **Economic Development:** recognizing the critical link between workforce development activities and the growth of the local economy.
- **Demand-Driven Focus:** the system is driven to meet the demands of business and industry, based on the changing requirements of the workplace. Focusing on business needs creates a stronger, interactive role for employers, community stakeholders, and workforce developers.
- **One-Stop System:** streamlining the availability of services and information to the community through a one-stop system (the Texas Workforce Solutions Offices). The keystone of the system is the Workforce Solutions Office — physical and virtual locations where all available federal, state, and local workforce services can be integrated.
- **Flexibility:** providing increased state and local flexibility to implement an innovative and comprehensive Workforce System. Changes are made regularly to respond quickly in a rapidly changing economic environment.
- **Universal Access:** ensuring universal access to basic career services.

- **Customer Choice:** working with employers to identify their workforce needs and empowering job seekers to move rapidly into employment by choosing services that best suit their needs. Customer satisfaction is a specific indicator of success, as measured by the quality, relevance, and responsiveness of services.
- **Accountability:** increasing the accountability of the state, local Boards and contractors for appropriate use of tax dollars toward achieving successful performance outcomes. The system is based on clear, measurable indicators of success. Training providers must meet or exceed state and local Board performance standards and results are made public.
- **Customized Training:** training strategies tailored to meet the individual customer's needs. Workforce Solutions services tailored to meet a community's unique needs.

## A Demand-Driven System

Because all workforce remediation occurs within the context of a regional economy, the system emphasizes a demand-driven model for service delivery. It also underscores the fact that, regardless of where or how preparation takes place, all job seekers must compete within a global labor market for work and wages earned.

This demand-driven model is based on a framework that is responsive to:

- The specific workforce needs of employers.
- Worker job preparation and retention support needs.
- Skill upgrading and certification requirements of the workplace.
- Other workforce issues that individuals, communities, and employers in each regional economy face.

A demand-driven system understands that meeting employer needs is essential to meeting the needs of job seekers. Services that address the changing needs of business and industry help increase a company's productivity and profitability. This includes layoff aversion initiatives, such as directing funds toward retraining current workers through customized training and skill upgrading. Collective efforts promote increased stability and sustainability within the local economy. This effort leads to greater worker self-sufficiency.

## The Business Relationship

Achieving an employer-driven Workforce System depends on the local system's ability to establish ongoing relationships with area businesses and training institutions that foster and champion employers' needs for skilled workers and provide job seekers with access to quality education, skills training, and jobs.

To build these "quality supplier/purchasing-agent" relationships, the local Workforce System must understand the needs of business, work with employers to solve workforce problems, and design solutions that positively affect the employer's "bottom line." The suitability and quality of these solutions will determine whether the relationships flourish.

## Workforce Services

The Board can be a creative and supportive partner with local business and industry by implementing a flexible Workforce System that offers services to **employers** that cover a broad spectrum of needs, including:

- Matching employers' job openings with qualified applicants.
- Working with state and local economic development entities to attract new employers.
- Providing economic and labor market information for a specific area, including wage and salary information that helps existing employers sustain and expand their business.

- Enabling rapid response services and layoff aversion strategies to aid companies who are facing or trying to avert layoffs.
- Recruiting job candidates.
- Consulting with employers about tools and strategies to accommodate people with disabilities in the workplace.
- Conducting pre-employment assessments for businesses, including new companies moving into the local Workforce Development Board Area (workforce Area).
- Matching local companies with educational institutions that provide specific employment certificate programs for jobs projected to be in demand in the local area's labor market.
- Testing and assessing the education, interests, aptitudes, and skill levels of an employer's current workforce.
- Arranging education and skills training for new and current workers, including customized training and incumbent worker training for individual employers or industries.
- Assisting in developing or obtaining customized training and associated labor market data.
- Sponsoring business-focused seminars on topics such as tax credits and local labor market conditions.

- Providing information and technical assistance on federal and state rules and regulations affecting employment.
- Assisting employers who are restructuring.

Services to **job seekers** must complement the employers' needs by:

- Matching qualified job seekers with the right employer.
- Providing timely outreach and registration.
- Offering job search, job referral, and placement assistance.
- Conducting career counseling.
- Maintaining and providing up-to-date labor market information, including:
  - Local, regional, and national employment trends.
  - Job vacancies.
  - Skills needed for Board-targeted demand occupations.
- Assessing skills and needs promptly.
- Assuring the availability of resource rooms (e.g. Internet access, resume writing, job search assistance, etc.).

- Disseminating information on available services.
- Conducting individual job development.
- Developing and providing job clubs.
- Creating individual employment plans.
- Providing short-term prevocational services including progress checks.
- Offering relevant occupational skills training.
- Combining workplace training with related instruction to foster a cooperative education.
- Providing skills upgrading and retraining.
- Offering job readiness training.
- Providing entrepreneurial training.
- Offering adult education and literacy.
- Providing on-the-job training (OJT).

Job seekers who are eligible for vocational rehabilitation services may receive a variety of services consistent with their individualized needs.

Examples of specific services and programs are listed in Appendix E: Programs in the Texas Workforce System.



## Chapter Two: The Workforce Board

Central to the Texas Workforce System is the local workforce development Boards. Using local economic development strategies, each of the 28 workforce Boards in Texas (see Appendix A) plans, oversees, and evaluates workforce service delivery in its community. A major role of the Boards is strategic planning to meet the employment and training needs of local businesses and industries. The wide variety of organizations represented on each Board ensures input from experts throughout the community. Through oversight and evaluation, the Boards ensure that their strategic and operational plans are implemented.

### Role of the Board

Workforce Boards assume critical leadership roles in the local one-stop system. Board planning, oversight, and evaluation is essential in order to:

- Build links between workforce and economic development and related activities.
- Convene industry-specific groups and general business organizations to identify occupational skill needs and discuss basic employment skill requirements.
- Form strategic alliances, negotiate relationships, and broker resources.

- Identify training service providers and require that they meet industry standards.
- Ensure that training meets business and labor market needs.
- Designate contractors, certify, and oversee workforce solutions offices.
- Create measures of customer satisfaction.
- Establish systems for gathering and publicizing local employment statistics.
- Leverage local donations to secure state and federal matching funds.
- Assess the effectiveness of local Workforce Solutions.

## Planning

Planning is the **key responsibility** of a Board. Each Board orchestrates the design of a local plan, which it submits to TWC for approval. Once approved, the plan is forwarded to the Texas Workforce Investment Council (TWIC) for recommendation to the Governor (see Appendix B). Once approved by the Governor, the plan becomes a state-approved local plan. The plan includes both a strategic and an operational component, with federal law requiring that certain sections of the plan be modified every two-years. The plan must demonstrate that

operations are designed to meet the skill needs of local employers and industry for competitiveness in the marketplace.

A local Board must have a Governor-approved plan, a signed contract with TWC, and a completed procurement of at least one service provider to deliver services through a Workforce Solutions Office.

## **Board Level Strategic Planning**

Strategic planning is your Board's essential foundation for local workforce development. It is the culmination of long-term goal setting, future-oriented thinking, and sound decision-making. The strategic plan establishes a path between the present and a vision for the future.

The goal of strategic planning is to develop a vision and a mission for your Board, determine performance indicators for fulfilling that vision and mission, and outline the steps necessary for meeting those performance outcomes.

## **Key Steps In the Strategic Planning Process**

The following are key steps in the strategic planning process for workforce development:

- Setting the local mission, goals, and objectives.
- Assessing the skill needs and expectations of employers and local elected officials in the Board Area.

- Assessing the past, present, and future development of job seekers and the workforce in the area.
- Analyzing regional and local labor markets and influences of state, national, and international economic factors and trends.
- Analyzing the influences of state and federal law as factors that affect the needs of employers and residents of the Board Area.
- Identifying the gaps between the skill needs and the workforce development capacity to address those needs.
- Developing service strategies and identifying and aligning resources.
- Identifying the performance indicators and measurements to gauge progress and judge success.

These steps serve to implement an employer-driven Workforce System that encourages local innovation and community partnerships and supports Texans in their efforts to improve their lives.

## Attracting and Involving Employers

Employers drive the Board's policy direction. It is imperative that the Board includes in its planning a process for ensuring that local business and industry are an integral part of the workforce system. Texas Workforce Solutions will be successful only to the extent that it meets the workforce needs of employers. To serve job seekers successfully, the whole system must be fully responsive to employers' needs for skilled workers.

By law, workforce Boards must be comprised of a majority (51 percent) of area private sector employers, and the Board Chair must also represent the private sector. These employer-driven Boards are one way to ensure input from the local business community. What are some other ways to encourage employer participation both in planning and accessing workforce services?

- Build ongoing, personal relationships (created with an entrepreneurial spirit) with employers across the local economy in order to develop the capacity and legitimacy to help businesses achieve their goals.
- Connect the workforce with economic development efforts and develop an efficient and effective process for employers to communicate their labor market needs and how those needs are changing.
- Encourage employers to take a proactive role in defining training standards and shaping training curricula and program

design so program graduates will be more likely to succeed in the employer's workplace.

- Ensure all employers in your Workforce Area are made aware of and have access to the workforce-related services available in your community.
- Use the language of business, not the language of bureaucracy.
- Focus on solutions and results, not processes and programs.
- Build a positive reputation in the community by operating strategically and making a commitment to ensuring quality services, building a good public image, asking employers in your area who have had a positive experience with the Workforce System to spread the word, and using a continuous improvement and evaluation system for your Workforce Solutions Offices (see Appendix C).

A quality system that reliably provides employers with trained and job ready individuals in a timely manner will generate an ever-widening circle of employers who use the system and provide better job opportunities and careers for job seekers.

The more employers use the system, the better the system becomes. This includes Board members themselves who set an example by taking advantage of the services available in the Workforce System.

Board members who use the system increase their insight into the system, which allows them to make more significant suggestions for improvement and contribute more meaningfully to planning, oversight, and evaluation.

### **Targeting Industry Clusters**

TWC believes that understanding the skills needed by industries that pay competitive wages enables the Workforce System to offer relevant assessment and training to prepare workers for high-paying jobs that exist, thus making the model a win/win for both employers and workers.

To maximize Workforce System resources, Boards identify and focus attention on business and industry clusters in their local Workforce Areas that offer the best current and future employment opportunities. The key is creating a pipeline of qualified workers for existing needs that can adapt to the employer's future needs. Targeting and outreaching employers by industry cluster is an approach that engages employers not just on a one-on-one basis, but also by leveraging the combined resources of related business associations.

To strengthen the competitiveness of key industry clusters, the Governor's Office of Economic Development & Tourism, with TWC assistance, is forming state and regional partnerships to foster growth and development in eight target clusters including:

- 1) Advanced Manufacturing.
- 2) Aerospace, Aviation and Defense.
- 3) Biotechnology and Life Sciences.
- 4) Energy.
- 5) Information Technology.
- 6) Petroleum Refining and Chemical Products.
- 7) Corporate Services.
- 8) Creative Industry.

The objective of this initiative is to stimulate long-term sustained growth and focus the allocation of state resources on the key clusters that economists say will be the engine of job creation and economic development for Texas in the 21st century.

Board planning, oversight, and evaluation can shape methods to target and outreach employers by industry cluster to link employment and



training services to the clusters and sectors of firms that drive local economic growth.

### **Using Labor Market Information**

A critical component of all workforce planning is the availability and application of labor market information. Labor market information should be used during the planning process, and used regularly to reassess and evaluate current labor market conditions when:

- Analyzing economic factors and trends.
- Conducting needs analyses.
- Designing service delivery strategies.

### **Building Strategic Partnerships**

To ensure a workforce that meets local needs and encourages the creation of new employment and training opportunities, Boards work in partnership with:

- The chief elected officials in the local Workforce Area, and primarily county judges and mayors of large cities or towns in the area.
- The business community.

- Industry organizations.
- Economic development organizations.
- Local labor organizations.
- Schools and postsecondary institutions.
- Community-based and faith-based organizations.

A partnership strategy encourages separate workforce-related entities to coordinate their efforts, directs public attention to immediate and upcoming problems, and encourages innovation in program design. This community-wide plan must necessarily involve the input and cooperation of many local players, including local officials, business and community leaders, and the general public.

## **Aligning Resources**

Boards must plan a broad strategy that best allocates resources from many sources. Effective planning for the alignment and allocation of local resources is a critical Board activity. This means the Board must:

- Be able to communicate the Board's vision — the Board's ability to be effective depends on its reputation as a voice for employers and its standing in the community as a knowledgeable, impartial, and effective body.

- Become comfortable acting in the political arena as much as any other public agency or Board; the knowledge and influence of the Board's members are its greatest asset.
- Pay considerable attention to communications, public relations, and advocacy for its agenda among local business and community leaders and the general public.
- Create a strong, positive public image that encourages participation among employers and community organizations.

## **Operational Planning**

Based on the strategic plan, the Board makes decisions that impact and shape operations.

The operational plan is a blueprint that should focus on how best to use area resources and deliver services.

TWC's planning guidelines identify key steps in the operational planning process for workforce development.

To complete the operational plan, your local Board must analyze and provide a description of how the following are addressed:

- Local governance and management structure.
- Operational goals and objectives.
- Performance expectations.

- Local service delivery system.
  - Employer services and activities.
  - Method of providing employer services.
  - Job seeker services and activities.
  - Method of providing job seeker services.
- Oversight of Texas Workforce Solutions Offices budget (see Appendix C).

### **Strategic Versus Operational Responsibilities**

As you can see, Boards are responsible for strategic and operational planning, oversight, and evaluation. Each requires a different approach, but each is equally important to designing and maintaining a quality Workforce Development System in the local Workforce Area.

### **Oversight**

Another **key responsibility** of the Board is oversight. Once the Board's plan is approved, it is time for the Board to move into the oversight role. To ensure efficient management of the system, Board members must clearly communicate expectations to Board staff, who are there to implement the plan as the Board exercises its oversight responsibility.

Oversight begins with asking critical questions that determine whether the Board is an effective steward of the system and the tax dollars it manages on behalf of its constituents.

Board members must regularly evaluate the Board's and its contractors' expenditures and progress toward meeting performance goals. The Board directs Board staff to develop a process to ensure performance goals are achieved, and staff performance is evaluated on the outcome. Oversight must be an ongoing, continuous process.

### **TWC Evaluation of Board Oversight Capacity and Board's Performance and Compliance**

In addition, state law directs the Texas Workforce Commission to evaluate your Board's capacity to oversee and manage local funds and the delivery of workforce services. The Commission, through the Sub-Recipient Monitoring department, evaluates each Board's performance and its compliance with:

- Applicable laws and regulations.
- Provisions of contracts and Board plans.
- Official directives.

### **Accountability**

Board and Board staff are responsible and accountable for:

- Meeting Board-specific and contracted performance standards.
- Monitoring contractors and subcontractors (see Appendix D).
- Meeting any additional benchmarks set for your Workforce Area.
- Ensuring high-quality service delivery in the Workforce Solutions Offices (see Appendix C).

## **Performance Standards**

TWC annually allocates funds to Workforce Areas and assigns related performance targets. Boards receive allocated funds to provide workforce training and services. However, with those funds comes the responsibility to meet performance standards. The standards vary depending upon the services provided and their funding source. Some standards are set biennially by the Texas Legislature in the General Appropriations Act. Other standards are established by federal law, federal agency, or TWC, and may change slightly from year to year.

While many measures are tied to funding streams, there are efforts to evaluate the overall impact of workforce services in the community.

The Department of Labor developed "common measures" that share the definitions of program participants across workforce programs and agencies.

TWC provides information on allocations and performance targets to each Board's Chair and Executive Director. The information is also widely disseminated to public officials.

## **Performance Measures**

Performance Measures indicate progress in our efforts to serve employers and offer employment and training resources and transition and retention resources that enable job seekers to become self-sufficient.

TWC includes contracted performance targets in each Board contract. Most contracts are based on the Board Contract Year (BCY), which is October 1 through September 30. The WIOA contract is based on a Federal Program Year (PY) of July 1 to June 30.

As an agency serving employers and job seekers, TWC organizes measures by type of customer affected, but many performance measures demonstrate success for both sets of customers.

Further detail of the performance measures TWC tracks are in Appendix D.

## **Board-Defined Standards**

Besides required performance standards, your Board should set its own additional standards, allowing you to measure the success of your staff and contractors, and determine the impact of all the workforce services provided in your community. Superior customer service,

higher training-related placements, or lower dropout rates, represent just a few examples of Board-defined standards.

## **Board Performance**

Boards and their staff are responsible for:

- Maintaining comprehensive fiscal systems.
- Complying with the rules governing the administration of grants and agreements.
- Meeting TWC-contracted performance measures.
- Complying with all applicable state and federal statutes and regulations.

Boards may direct their staff to provide reports on these activities and to run monthly performance reports that provide detailed and timely information about Board performance on a wide range of services and measures. Boards should look for answers to questions such as:

- Are services shaped by the demands of local business and industry?
- Are services customized and flexible enough to respond to the ever-changing needs of the local business community?



- Are we bringing more employers into the system?
- Are we meeting our performance targets?
- Do job seekers who go to work retain employment and meet the employers' skill needs?
- Are we getting the greatest value for our dollar from the agreements and contracts made?
- Do we deliver ever-improving value to customers, resulting in marketplace success?

## Evaluation

Another **key responsibility** for Boards is evaluation. Evaluation is critical for ensuring positive outcomes. Boards must conduct periodic performance reviews of their contractors and all workforce services delivered in the area, to ensure that proactive steps are taken to identify what is working well and what needs improvement. State law directs Boards to evaluate all workforce services delivered in the area whether or not the services are funded by the Board, such as Adult Education and Apprenticeship Services. This ensures that the workforce system, including the educational system, has the ability to meet the needs of local employers.

Effective evaluation should include questions such as:

- Are we meeting the needs of our customers, both employers and job seekers?

- Is the plan, as implemented, accomplishing what is intended?
- Are we making progress toward the goals set in our plan?
- What improvements need to be made, and what steps are required?
- Are there continuous improvements to streamline processes?
- Are there provisions that provide a systematic way to eliminate unnecessary parts?
- Are there tools used to analyze and understand processes and problems?
- Do we gather experts who work within the process?

Based on evaluation and quality assurance reviews, the Board's Plan should be revised and refined to improve services if:

- The objectives are not being met, or
- The value of services provided is not satisfactory.

TWC monitors service delivery based on statutes, regulations, Board policies, and the Board's approved workforce plan.

## **Corrective Actions**

An effective statewide system is vital to the success of Texas' workforce initiatives. State performance accountability to the federal government is dependent on local Boards meeting each performance requirement. TWC is responsible for oversight of Board activities and for identifying difficulties in or failures to meet contracted performance levels or noncompliance with applicable statutes and regulations.

The purpose of a Corrective Action Plan is to correct deficiencies at the earliest possible time to ensure that services are appropriately delivered to the employers and residents in the area.

Corrective actions encompass the assignment of sanction status and assessment of penalties. Penalties may be assessed on a case-by-case review of the circumstances surrounding the sanctionable acts. TWC will consider the steps necessary to ensure successful service delivery outcomes, customer needs, and accountability for contract management of services and activities provided by a Board.

## **Fiscal Responsibility and Liability**

### **CEO Responsibility**

While local Boards are primarily responsible and accountable to the Commission for the management and administration of grant funds allocated to the workforce area, ultimately, the chief elected officials (CEOs) are liable to the state for any misuse of the grant funds.

To help administer funds, the CEOs and the Board must designate in the partnership agreement a fiscal agent, which may be the Board, to receive and be accountable for block grant funds. The fiscal agent shall be liable to the Board and the CEOs for any misuse of funds. Such a designation does not release the local Board or the CEOs from the liability for misused grant funds.

### **Board Liability**

Boards are accountable for the proper management of workforce funds received on behalf of their Workforce Areas. The state is ultimately responsible for all workforce funds received on behalf of the Workforce Areas. If TWC determines funds are expended in an inappropriate manner and are deemed disallowed:

- The disallowed costs are the liability of the Board, even if a Board subcontractor made the improper expenditure;
- The Board should contractually hold a subcontractor liable for disallowed costs; and
- Repayment of disallowed costs must be from local funds.

Examples of allowable and disallowed costs can be found in Appendix G.

### **Board and Funds Management**

As the steward of the workforce funds allocated to the Workforce Area, the Board is fundamentally, as well as contractually, responsible

for ensuring such resources are efficiently and effectively used to achieve the intended results.

Each Board has a responsibility, which originates from the State General Appropriations Act, to manage the funds it receives. A Board must file an itemized budget, covering the operation of that fiscal year, with the Governor's Office of Budget and Planning, the Legislative Budget Board, the Comptroller of Public Accounts, and the Legislative Reference Library on or before November 1 each year. These budgets include detailed estimated expenditures and revenue data.

Boards are required to file an annual financial report within 90 days following the close of the fiscal year. This annual report is not required to be an audited statement at the time it is submitted.

The Boards, consistent with their strategic plan, oversight, and evaluation, use competitive procurement to determine the best methods for disbursing funds for workforce employment and training services.

Services are funded through different state and federal resources, and that funding comes with rules regarding expenditure and performance expectations. Boards must ensure that contractors comply with all applicable rules regarding funding and service provision and that they meet performance standards. Funding is tied to performance targets set by the federal government and the Texas Legislature in the General Appropriations Act.

TWC federally funded programs include:

- The Workforce Innovation and Opportunity Act (WIOA) Title I programs.
- Temporary Assistance for Needy Families Employment & Training (Choices).
- Wagner-Peyser (W-P) Employment Services.
- Child Care Development Fund (CCDF)
- Vocational rehabilitation (VR) services and programs.
- Independent living services for older persons who are blind or visually impaired.
- Texas Department of Family and Protective Services (DFPS) child care services (funding passed through to workforce Boards).
- Supplemental Nutrition Assistance Program Employment & Training (SNAP E&T).
- Trade Adjustment Assistance (TAA).
- Reemployment Services and Eligibility Assessments (RESEA).
- Adult Education and Family Literacy Act (AEL).

Most of these programs are formula-funded, based on need.

Different funding streams have different contract lengths. For example, WIOA funds are available to Boards for a two-year period, while SNAP funds are available for only a one-year period.

In addition, each funding stream has its own eligibility rules and allowable expenditures. Each funding stream must be tracked separately. In some instances, if funds are not being used in the local area, the funds may be deobligated by TWC and reallocated to another area with greater need. Each funding stream has a specific limitation on how much can be used for administrative purposes (i.e., nonprogram costs).

If you have specific funding questions regarding your Workforce Area, please contact your Board Chair or executive director.

### **Board Coordination in Policy Development**

State law requires each Board to be responsive to the goals, objectives, and performance standards established by the Governor. Although TWC has authority for statewide development of rules and policies relating to workforce services, the Commission recognizes that coordination with Boards improves the quality and implementation of these rules and policies. Under the statewide policy objectives, Boards must, therefore, give utmost attention to setting priority and policy formulation within their area.

In fact, by implementing the responsibilities and duties given to local Boards by state law, Boards can develop effective strategic initiatives. Local Boards serve as the point of contact for assessing the skills of businesses and are entrusted to influence the direction of workforce programs through local strategic planning. Likewise, local Boards, in

their comprehensive evaluation of Workforce Services, must also monitor the overall effectiveness of one-stop centers and related workforce programs. All these activities represent the local Board's strategic role in workforce development.



## Chapter Three: The Workforce Board Member

Board members play a critical role in ensuring the success of workforce development in their local Workforce Area. Board members are carefully selected based on their willingness to commit time and energy to the Board. You can have an immediate impact on workforce issues in the community by making every effort to use the services offered by your Board, attending meetings regularly, and serving on committees as needed. One of the most important goals of a Board member is outreaching the business community, inviting them to participate in the workforce development process and taking their workforce issues back to the Board. You are an advocate for the employers and job seekers in your community.

Various entities work together to successfully plan, implement, oversee, and evaluate the Texas Workforce System within your community. You must be engaged in the vision and strategic planning of the Board. The Board staff will see that your strategic plan is implemented, and they will oversee the day-to-day activities of Board operations. Board members must review performance regularly.

### Areas of Responsibility

Areas of responsibility for Board members include, but are not limited to:

- Understanding and communicating employer needs.

- Maintaining a strategic focus on workforce issues in the community.
- Building a plan based on the Governor's goals and objectives to meet the skill needs of local employers.
- Taking a leadership role in setting local workforce policy.
- Designing the area's workforce service delivery.
- Utilizing the services of Workforce Solutions offices.
- Identifying employers who will hire trained workers.
- Developing expectations of performance outcomes and customer satisfaction.
- Setting performance measures for the local workforce system that incorporate the Governor's goals and objectives.
- Monitoring and evaluating the effectiveness of the area's service providers.

- Directing Board staff to make adjustments, as appropriate, to ensure quality of services and attainment of goals.
- Designing solutions to assist job seekers in meeting the hiring needs of employers.

## **The Appointment Process**

The Chief Elected Officials (CEOs) of a Workforce Area nominate members to the Board. The CEOs receive names of potential nominees from organizations to be represented on the Board. CEOs select individuals who:

- Possess substantial policy-making authority within the entities they represent.
- Utilize the Workforce System.
- Represent the highest standards of leadership and expertise in their respective categories.
- Are actively engaged in the organization, enterprise, or field which they are nominated to represent.
- Have an existing relationship with the local Workforce Area through residence or employment.

- Reflect the gender, ethnic, and geographic diversity of the Workforce Area.
- Are willing to accept significant fiduciary responsibilities.
- Meet the composition requirements of the Board.

### **Private Sector Representatives**

Private sector representatives lead the local Board. They advocate for the needs and interests of local employers.

- Private sector representatives must constitute a majority of the Board.
- The Chair of the Board must be a private sector representative.
- Private sector representatives must represent the area's industrial and demographic composition of local employers.
- Private sector representatives must be owners of business concerns, chief executives, or chief operating officers of nongovernmental employers, or other private executives who have substantial management or policy responsibility.
- At least 51 percent of a private sector representative's annual income must be from private sector sources.

- Private sector membership should include representatives of the region's larger employers and emerging growth industries.
- Not less than one-half of the private sector representatives must be, if possible, representatives of small businesses, including minority-owned businesses.

The nomination of Board members is a significant responsibility for CEOs and must be undertaken with great thought and care. These appointments determine the success of Workforce Solutions. The strength of a Board lies in the quality of its membership.

Local area organizations first submit potential Board nominees to the lead CEO. The lead CEO then nominates an individual and forwards documentation to TWC for review and final approval by the Commission, and appointment of the member to the Board.

Factors the Commission may consider when reviewing nominations include, but are not limited to:

- Whether the nominee is an employer and uses services provided by Texas Workforce Solutions.
- Whether the nominee has substantial authority in relation to the management or general business operations of the organization as a whole.
- The number of workers for which the nominee has authority to hire, fire and promote.

- Whether the nominee meets Board composition requirements, including consideration of the ethnic, geographic, and gender diversity of the Workforce Area.

## Local Workforce Development Board Membership

This is an example of a Board with 27 representatives and the minimum required membership composition. Boards can be larger.

<b>Category</b>	<b>Statutory Requirement</b>	<b>Minimum Number of Representatives</b>
Private sector employers	Must constitute a majority	14
Organized labor and community-based organizations	Must constitute not less than 15% of the total	4
Educational agencies, including: (a) secondary practitioners representing vocational education, and (b) postsecondary practitioners representing vocational education	One or more secondary practitioner representatives, and one or more postsecondary practitioner representatives	2
Economic development agencies	One or more representatives	1
Public assistance agencies	One or more representatives	1
Vocational rehabilitation agencies	One or more representatives	1
Public employment service	One or more representatives	1
Local literacy councils	One or more representatives	1

Adult basic and continuing education organizations	One or more representatives	1
Child Care Workforce	One or more representatives	1

Among the minimum number of representatives, at least one must also be a veteran who is engaged in veterans’ activities to serve as a veteran’s representative.

### **Key Characteristics of a Successful Workforce Board Member**

Successful Workforce Board members:

- Bring their expertise, knowledge, and goals to the table.
- Communicate the Board’s purpose to the community at large and advocate the use of Workforce Solutions.
- Focus on strategic planning and setting goals and direction, and insist on positive outcomes.
- Stay abreast of the local labor market and economic conditions, and know emerging employer trends and important skill development needs.
- Share expectations with other Board members and staff.
- Work toward consensus to ensure support and advocacy from all members.



- Make informed decisions.
- Actively participate and serve on committees.
- Avoid involvement in administrative and day-to-day operational details.
- Attend meetings regularly.

## **Networking**

Individual members bring their experience and existing networks to the Board. Many Board members serve on other important business or community councils, committees, and Boards. These entities may have discussions about employment and training issues that you can take back to your workforce Board. These contacts can also be used to share positive information about your workforce Board.

## **Council/Committee Integration**

Your Board should take a leadership role in convening as many representatives as possible from these various councils, committees, and Boards to gain from their knowledge and expertise, and possibly leverage resources.

Facilitating collaboration among these entities encourages total community commitment and involvement while enabling your Board to better address and meet the needs of the community. Further, it contributes to creating the alignment of strategies and resources to accomplish common goals.

## Ability to Network

It is imperative that all your customers are aware of the Workforce Services available in the local Workforce Area. It is your responsibility as a Board member to network throughout the community. This provides you the opportunity to:

- Understand the skill needs of local employers.
- Bring workforce issues from the community to the workforce Board.
- Promote the Workforce Services available to employers and job seekers.
- Contribute to the development of a quality workforce in your community.

## Conflict of Interest

Because Boards must maintain the public trust, individual members are directly accountable to the public. It is the intent of Congress, the Department of Labor, the Texas Legislature, and the TWC to strengthen the public's confidence in the Workforce System.

Boards are responsible for administering hundreds of millions of dollars in public funds. Consequently, Board members must avoid **even the appearance** of allowing personal interests to affect decisions

involving the use of public funds. Board members must avoid all conflicts of interest or any appearance of a conflict.

State law and TWC rules provide guidance concerning conflict of interest, and each federally funded program has specific requirements concerning conflict of interest.

With extremely limited exceptions, local Boards may not contract with the following persons or entities for Workforce Services:

- A Board member.
- A business, organization, or institution that a Board member represents on the Board.
- A Board member's business, organization, or institution in which a Board member has a substantial financial interest, or
- A Board employee.

Board members are, however, not only encouraged but also expected to use Workforce System services as a customer of the Board's contractors. Board members may not vote on any matter that would provide direct financial benefit to the member or the member's immediate family.<sup>1</sup>

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<sup>1</sup> Immediate family is defined as any person related within the first degree of affinity (marriage) or consanguinity (blood) to the person involved.

Prior to taking office, and periodically thereafter, Board members must provide the Board Chair with a written declaration of all substantial business interests or relationships that they or their immediate family have with all businesses or organizations that have received or are likely to receive contracts or funding from the Board. Generally, the written declaration contains potential conflicts of interest.<sup>1</sup>

The Board appoints an individual to review the disclosure information and advise the Board Chair and appropriate members of potential conflicts. Board members may not participate in any decision in which the member has a direct or indirect interest that is in substantial conflict with the member's duties on the Board.

When a matter comes before the Board in which the member or the member's immediate family has a real or apparent conflict of interest<sup>2</sup>, he or she must:

- Disclose the conflict and remove himself or herself from discussions;
- Refrain from influencing the decisions of others; and
- Abstain from voting on the matter.

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<sup>1</sup> A conflict of interest may arise whenever there is a substantial interest in, or relationship to, a business or entity that would be affected by the Board decision, or whenever Board members believe that a conflict may exist (real or perceived).

## **Board Policy on Conflict of Interest**

Each Board must have a conflict-of-interest policy that includes the minimum requirements of state and federal laws and regulations. However, the Board's conflict of interest policy may be even more restrictive than state and federal requirements.

All Boards are required to maintain and enforce this policy. Board members must become familiar with the local policy.

## **Texas Public Information Act and Open Meetings Act**

“The people, in delegating authority, do not give their public servants the right to decide what is good for the people to know and what is not good for them to know. The people insist on remaining informed so that they may retain control over the instruments they have created.”

Senate Bill (SB) 286 amends the Texas Government Code to include mandatory Open Meeting Act and Public Information Act training requirements for elected and appointed officials. The intent of the training is to prevent unintentional violations of open government laws and to strengthen the public's confidence in governing bodies. Only training approved by the Office of Attorney General (OAG) complies with SB 286.

Boards must ensure that new Board members elected or appointed after January 1, 2006 complete the required training using the free OAG approved open government training, available online or on DVD.

Links are provided below. Boards must also ensure Board members and public information coordinators obtain course completion certificates by providing OAG with the identification code given to them at the end of each training course. The identification code may be entered on the OAG Training Certificates web page at [http://www.oag.state.tx.us/forms/openrec/og\\_certificates.php](http://www.oag.state.tx.us/forms/openrec/og_certificates.php), or by calling the OAG at 1 (800) 252-8011. Training certificate must be kept on file and available for public inspection.

New Board members have 90 days to complete the trainings.

### **Online Open Government Training**

The Open Meetings Act course (running time: approx. one hour) is available at:

<https://www.oag.state.tx.us/open-government/governmental-bodies/pia-and-oma-training-resources/open-meetings-act-training>

**The Public Information Act** course (running time: approx. one hour) is available at:

<https://www.oag.state.tx.us/open-government/governmental-bodies/pia-and-oma-training-resources/public-information-act-training>

### **DVD Open Government Training**

To obtain free DVD copies of the training courses, call the OAG Public Information and Assistance line at 1 (800) 252-8011.

## Open Meetings

The Texas Open Meetings Act provides that meetings of governmental bodies must be open to the public, except in limited circumstances for expressly authorized closed sessions. Workforce Development Boards are covered under the Open Meetings Act and must comply with its provisions.

Boards must:

- Give public notice of the date, time, place, and subject matter of meetings,
- Post, in a place readily accessible to the general public, a notice of all regular, special, or called meetings. Local Boards must generally post notice at least 72 hours before the meeting,
- Ensure that all public business or public policy over which the Board has supervision or control is discussed, considered, or acted upon during a properly posted and convened open meeting, and
- Prepare and retain minutes or tape recordings of each open meeting of the Board.

When deciding how tax dollars are utilized, the public's perception of the local Board's conduct of public business is paramount. Local Boards must take great care to uphold the integrity of the Workforce System through proper attention to Open Meetings compliance.

For example, when a quorum of the members of a governmental body assembles in an informal setting, such as a social function, the Board is subject to the requirements of the Open Meetings Act **if Board members engage in a verbal exchange about public business or policy**. A deliberation of public business outside of an Open Meeting should be avoided. Even if the conversation is purely social, it can be perceived as a business discussion.

### **Executive Session**

A local Board may gather in a closed session only in extremely limited circumstances specifically enumerated in the statute. For a governmental body to hold a closed session that complies with the Act:

- A quorum of the governmental body must be assembled in the meeting room;
- The meeting must be convened as an Open Meeting pursuant to proper notice;
- The presiding officer must announce that a closed session will be held, and must identify the sections of the law authorizing the closed session; and
- Any action on the item that was discussed in the closed session must be taken in the Open Meeting.

You may contact the [Attorney General of Texas](#) at



[www.texasattorneygeneral.gov](http://www.texasattorneygeneral.gov), or 1-800-252-8011, to order the “Open Meetings Handbook” for more details.

## **Public Information**

The Texas Public Information Act provides that all information collected, assembled, or maintained under the law by or for a governmental body is public information. Public information must be promptly released upon request.

Information may be withheld only when a specific exception to disclosure applies to the information, and the governmental body has sought a decision and received permission from the Attorney General to withhold it. Consequently, any information created by a local Board member related to Board business may be subject to disclosure under the Public Information Act.

You may contact the [Attorney General of Texas](http://www.texasattorneygeneral.gov) at [www.texasattorneygeneral.gov](http://www.texasattorneygeneral.gov), or 1-800-252-8011, to order the “Public Information Handbook” for more details.

## **Liability**

### **Board Member Liability**

Texas laws protect Board members and former Board members from individual liability unless their acts are deemed to be:

- Official misconduct,

- Willful disregard of the laws, or
- Gross negligence.

### **Board Liability as an Entity to its Employees**

Under the Texas Tort Claims Act, a Board's liability depends on whether the court classifies Boards as state government, local government, or municipality. This addresses liability for:

- Injury caused by an employee's use of a publicly owned motor-driven vehicle;
- Injury arising from a condition or use of tangible personal or real property; and
- Claims arising from premises defects.

### **Workers' Compensation Issues**

Under the Texas Tort Claims Act, governmental entities are entitled to the protections of the Texas workers' compensation laws.

The State of Texas is the responsible entity for workers' compensation for state employees, and a state employee is limited to the State's workers' compensation program, unless the employee has opted out of workers' compensation. Texas workers' compensation law does not recognize co-employment; thus, for TWC employees, TWC is the sole

employer of record and is responsible for all workers' compensation claims related to employment.

### **Provision of Services**

Texas law prohibits Board entities and Board staff from providing direct workforce training and services; therefore, they cannot be involved in the daily operation of Workforce Solutions Offices. Boards maintain a "distance" through the contracting of these services, and it is the contractors who are responsible for the daily operations of the centers including the provision of services.

### **Board Staff**

A Board may employ professional, technical, and support staff as necessary to carry out its planning, oversight, and evaluation functions. However, Board staff must be separate from and independent of any organization providing workforce education or workforce training and services in the workforce development area. In fact, Board staff may not direct or control the staffing of any entity providing workforce services.

Neither the Board nor Board staff may operate as a service provider. Thus, the Board is prohibited from directly providing workforce training or one-stop services. This prohibition applies even when the Board is acting as a fiscal agent for a service provider.

Through the Board's guidance and direction, Board staff responsibilities include, but are not necessarily limited to:

- Carrying out the Board's decisions and ensuring implementation of the plan by the service provider(s).
- Devising methods for reaching out to various industry sectors and business organizations.
- Informing the Board about labor market trends and current job skills requirements of area employers and the skills of the area labor force.
- Developing plans and budgets.
- Negotiating, processing, and managing contracts and agreements.
- Scoring, awarding, and examining contracts for workforce services.
- Measuring performance and analyzing outcomes.
- Reporting information to the Board and the state, such as the status of services, programs, agreements, expenditures, and performance measures.
- Ensuring training provider curriculum aligns with skills requirements for local business and industry.
- Recommending service improvement options.

Board members must ensure that Board staff fully understand:

- The Board's vision, goals, and objectives.
- The Board's focus on employer needs.
- The Board's strategic plan.
- Board expectations and staff responsibilities.
- Reporting timeframes and requirements such as type of reports and level of detail.

## **Service Providers**

Neither Board members nor Board staff can accomplish the Board's goals and objectives alone. Boards contract with service providers to operate the Workforce Solutions Offices and to deliver training and other services. Examples of service providers include:

- Businesses and employers.
- Universities and colleges.
- Community colleges.
- Texas State Technical College

- Apprenticeship training organizations.
- Career schools and colleges.
- Public/private schools.
- Nonprofit organizations, faith-based organizations, and for-profit organizations.
- Private career transition firms.

Boards must ensure that these providers:

- Have fiscal integrity.
- Have sufficient insurance, bonding, and liability coverage for the overall financial security of one-stop services funds and operations.
- Comply with standards of conduct regulations.
- Avoid conflicts of interest or any appearances of conflicts of interest.
- Disclose conflicts of interest or any appearances of conflicts of interest.
- Do not use nonpublic information to obtain financial gain.

- Do not employ former Board staff in decision-making positions within 12 months after their employment with the Board, or from compensating former Board staff to work on a particular matter that the staff member worked on while employed by the Board.

## **In Conclusion**

Board members are customers, visionaries, catalysts for change, and guardians of the local Workforce Development System.

By maintaining a strategic focus on the overall system instead of the operational details, Boards can concentrate on workforce issues that will have a long-term impact on the economic development and the well-being of their communities. Decide what you want to do and how much it's going to cost, direct staff to implement the plan, examine the return on investment, and adjust accordingly.

By ensuring that you and the organization you represent on the Board continue to utilize workforce services, you effectively keep your fingers on the pulse of the system in your area.

Every Board member should be an articulate voice and advocate for the employers and job seekers in their area. You have the opportunity to make a difference in people's lives.